

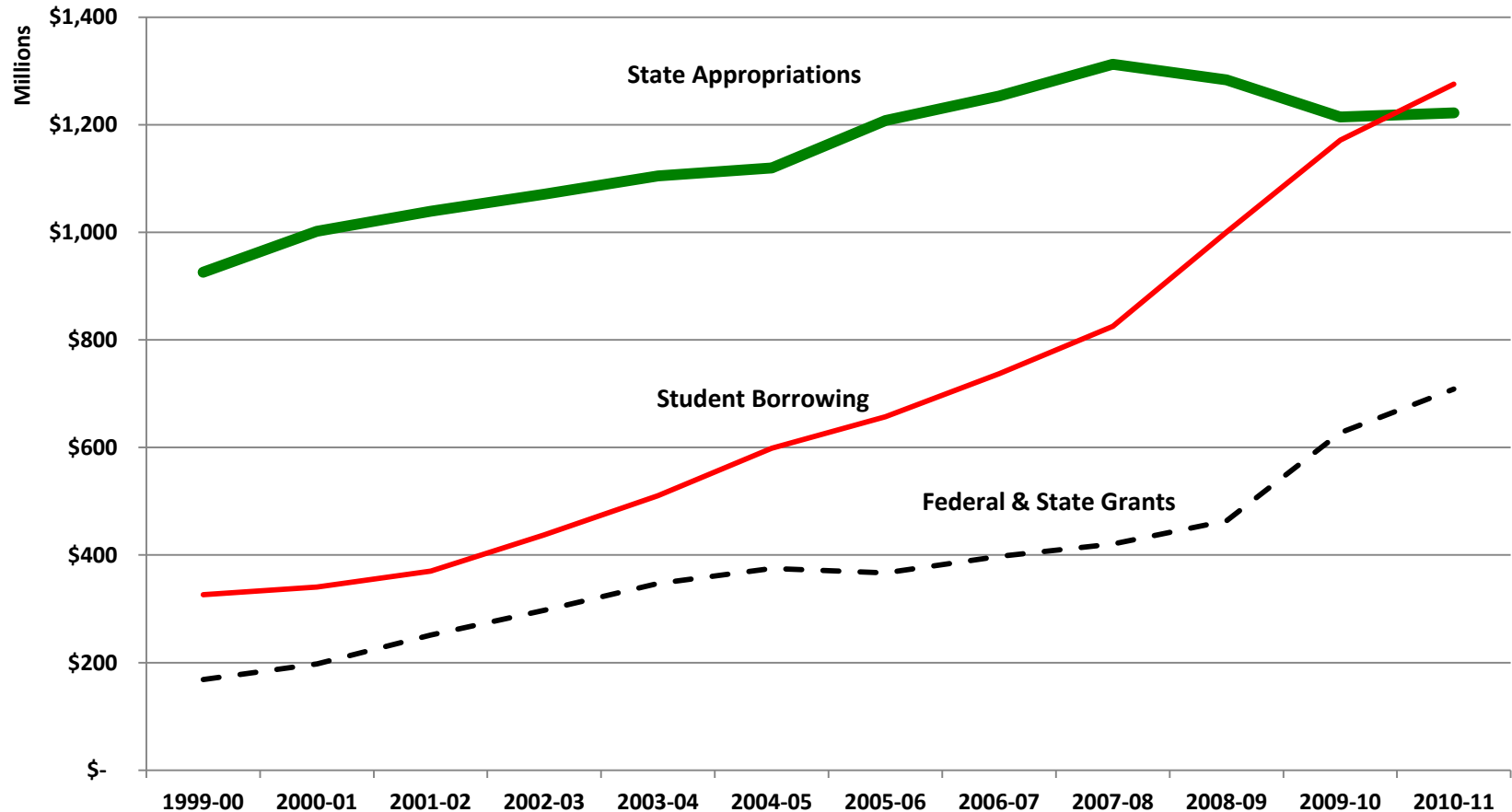


Council on Postsecondary Education

Postsecondary Student Borrowing in Kentucky

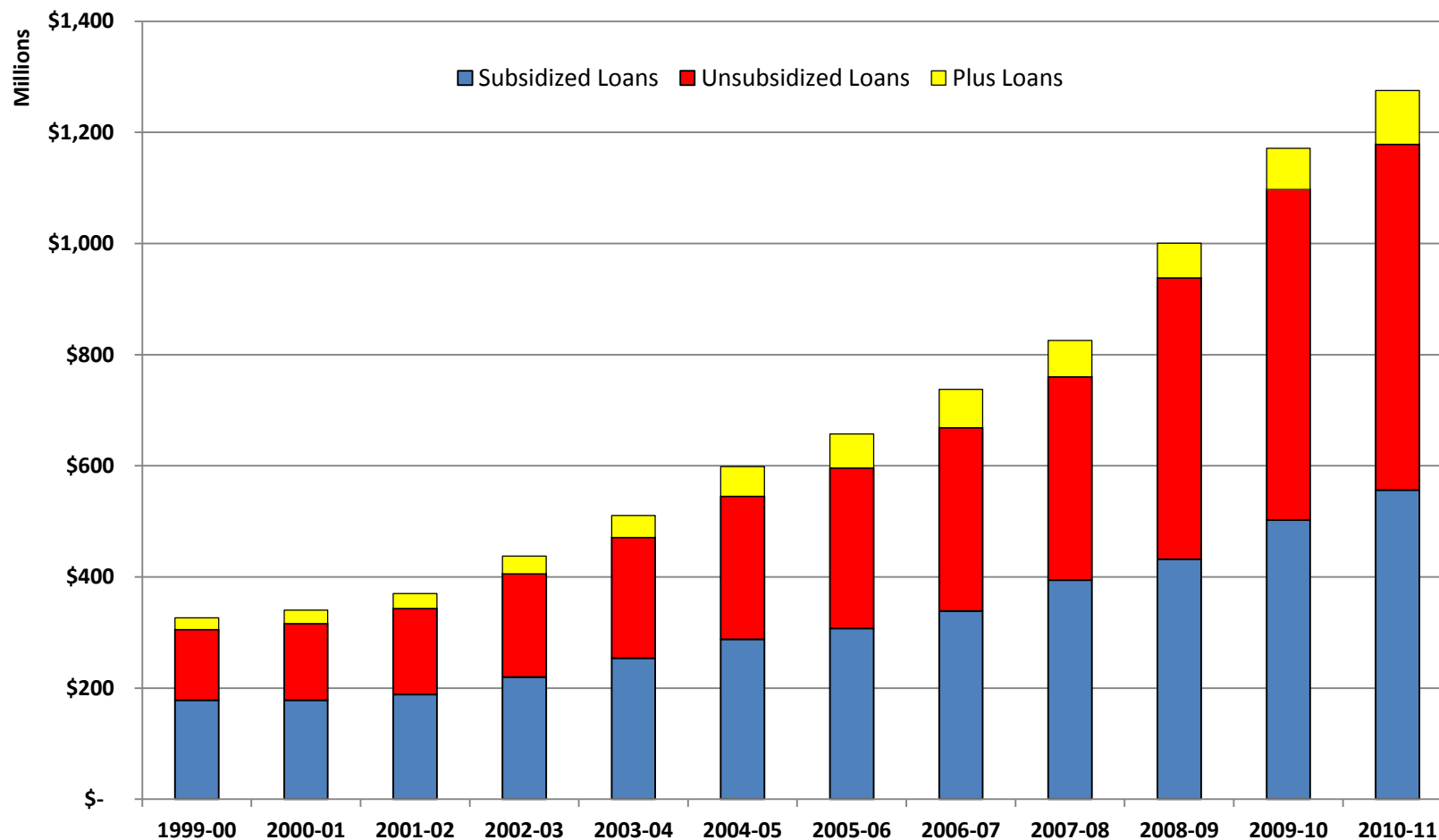
June 21, 2012

Appropriations of Kentucky State Funds for Postsecondary Education (Excl. ARRA), Student Borrowing, Federal and State Grants, By Academic Year



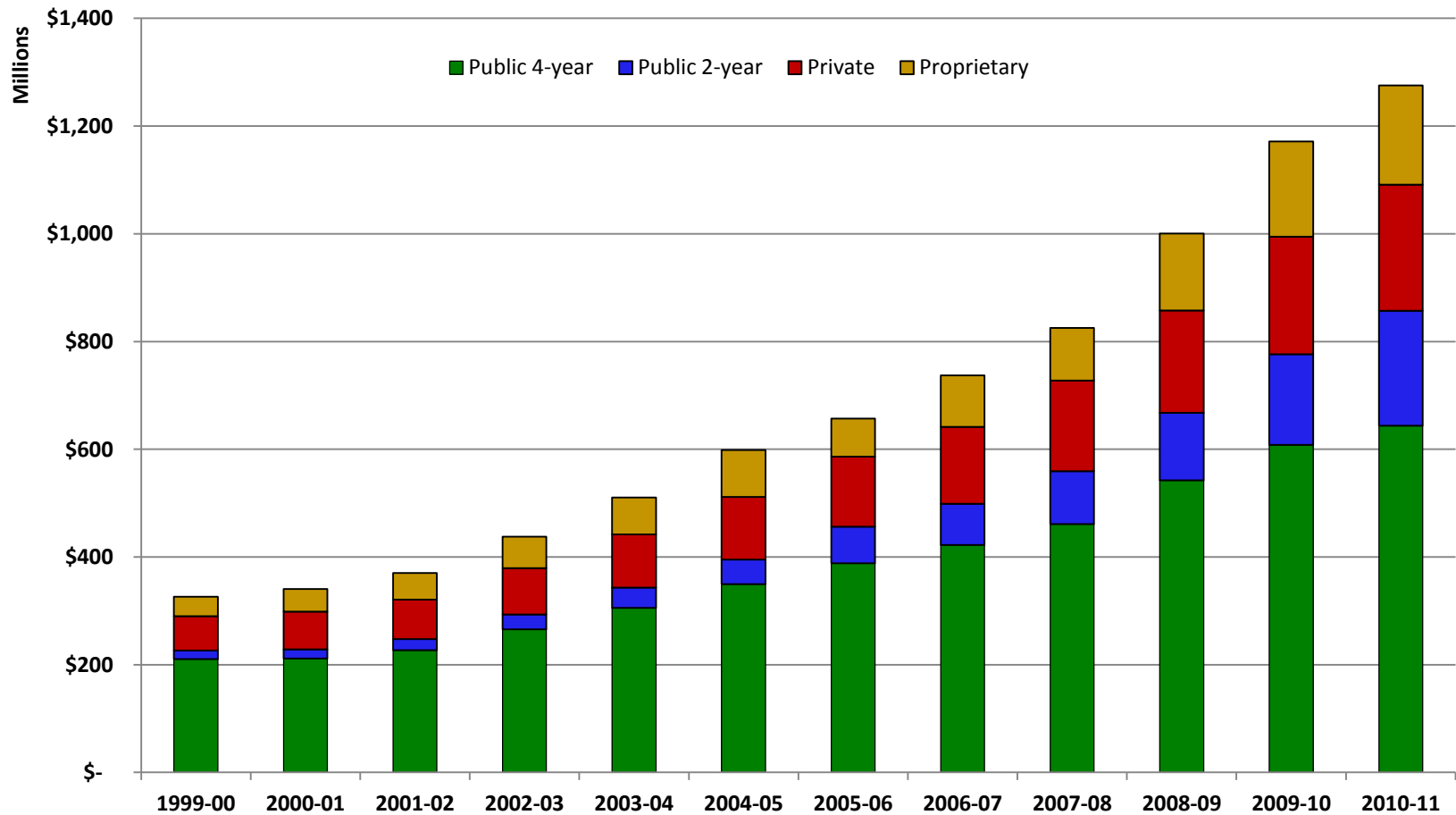
Source: Illinois State University' Center for the Study of Education Policy, *Grapevine*. <http://grapevine.illinoisstate.edu/index.shtml>.
U.S. Education Department, Federal Student Aid Data Center, <http://federalstudentaid.ed.gov/datacenter/programmatic.html>.
KHEAA.

Kentucky Federally Guaranteed Student Loan Volume All Sectors by Loan Type and Academic Year



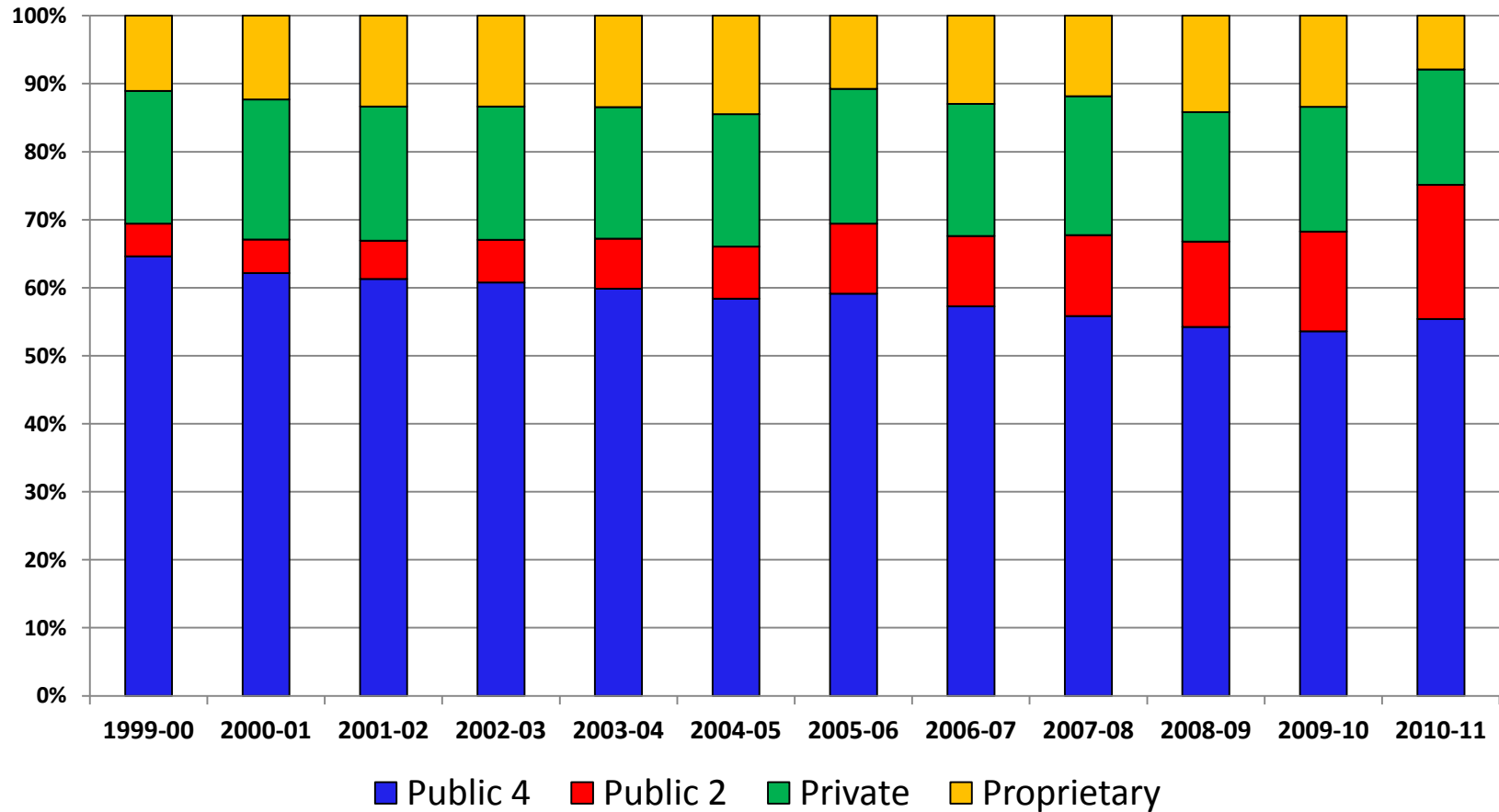
Source: U.S. Education Department, Federal Student Aid Data Center, <http://federalstudentaid.ed.gov/datacenter/programmatic.html>.

Kentucky Federally Guaranteed Student Loan Volume By Sector and Academic Year



Source: U.S. Education Department, Federal Student Aid Data Center, <http://federalstudentaid.ed.gov/datacenter/programmatic.html>.

Kentucky: Relative Loan Volume by Sector and Academic Year



Source: U.S. Education Department, Federal Student Aid Data Center, <http://federalstudentaid.ed.gov/datacenter/programmatic.html>.

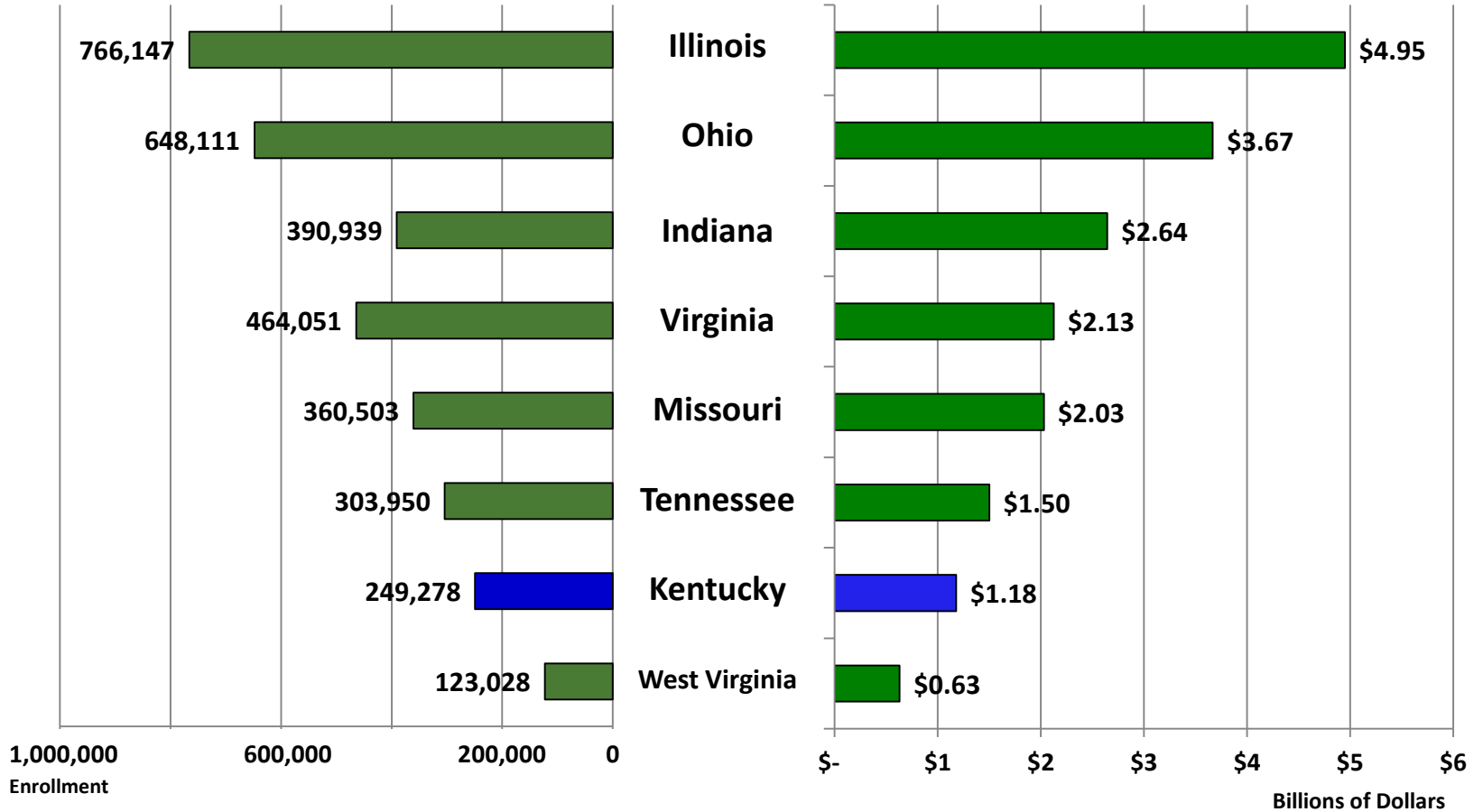
2009-10

Academic Year

Student Enrollment

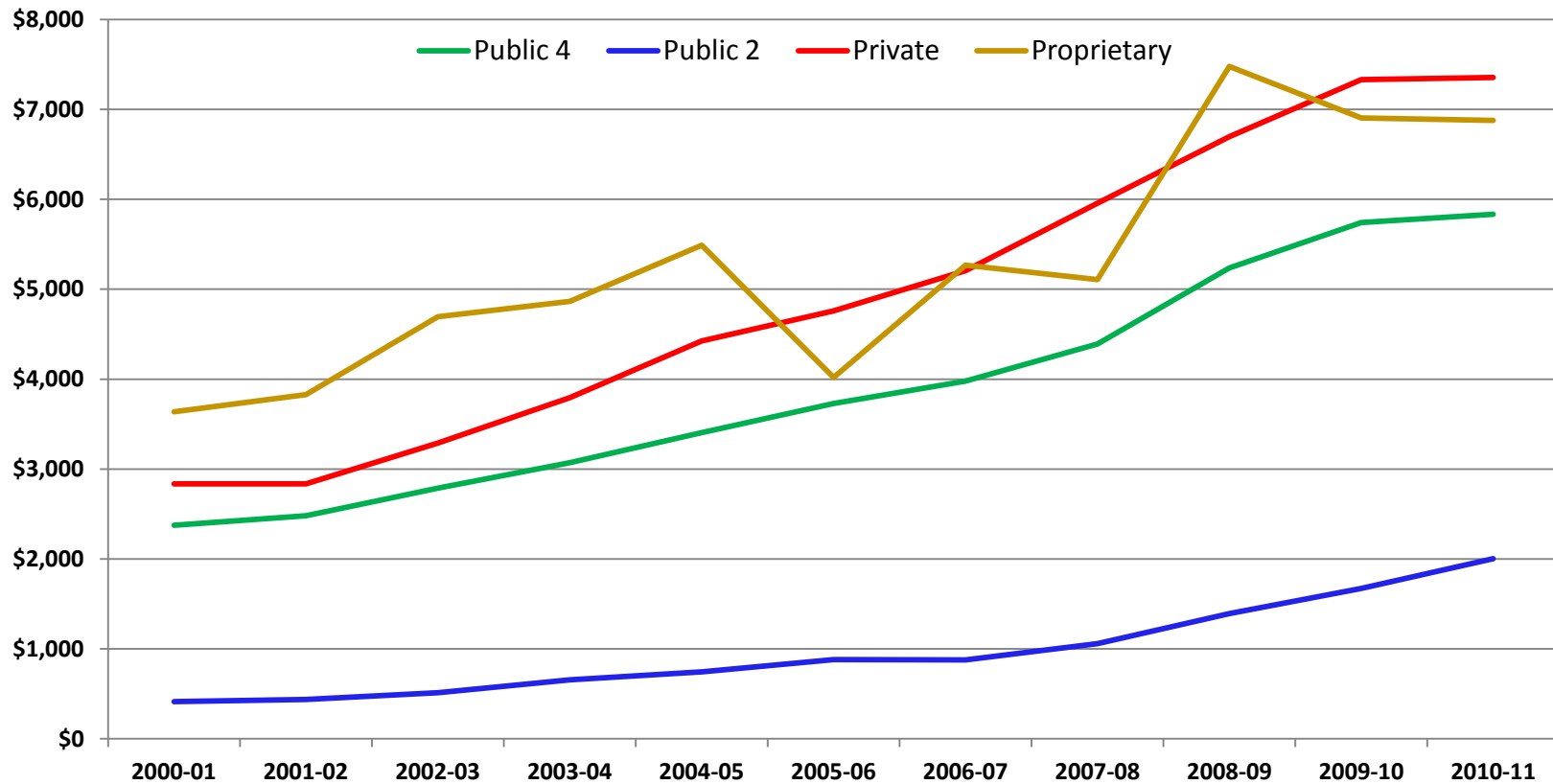
Fall 2009 undergraduate

Student Borrowing



Sources: U.S. Education Department, Federal Student Aid Data Center, <http://federalstudentaid.ed.gov/datacenter/programmatic.html> .
U.S. Education Department, Integrated Postsecondary Education Data System, <http://nces.ed.gov/ipeds>.

Kentucky Average Annual Federal Guaranteed Student Loan Debt Incurred per Enrolled Student By Sector and Academic Year



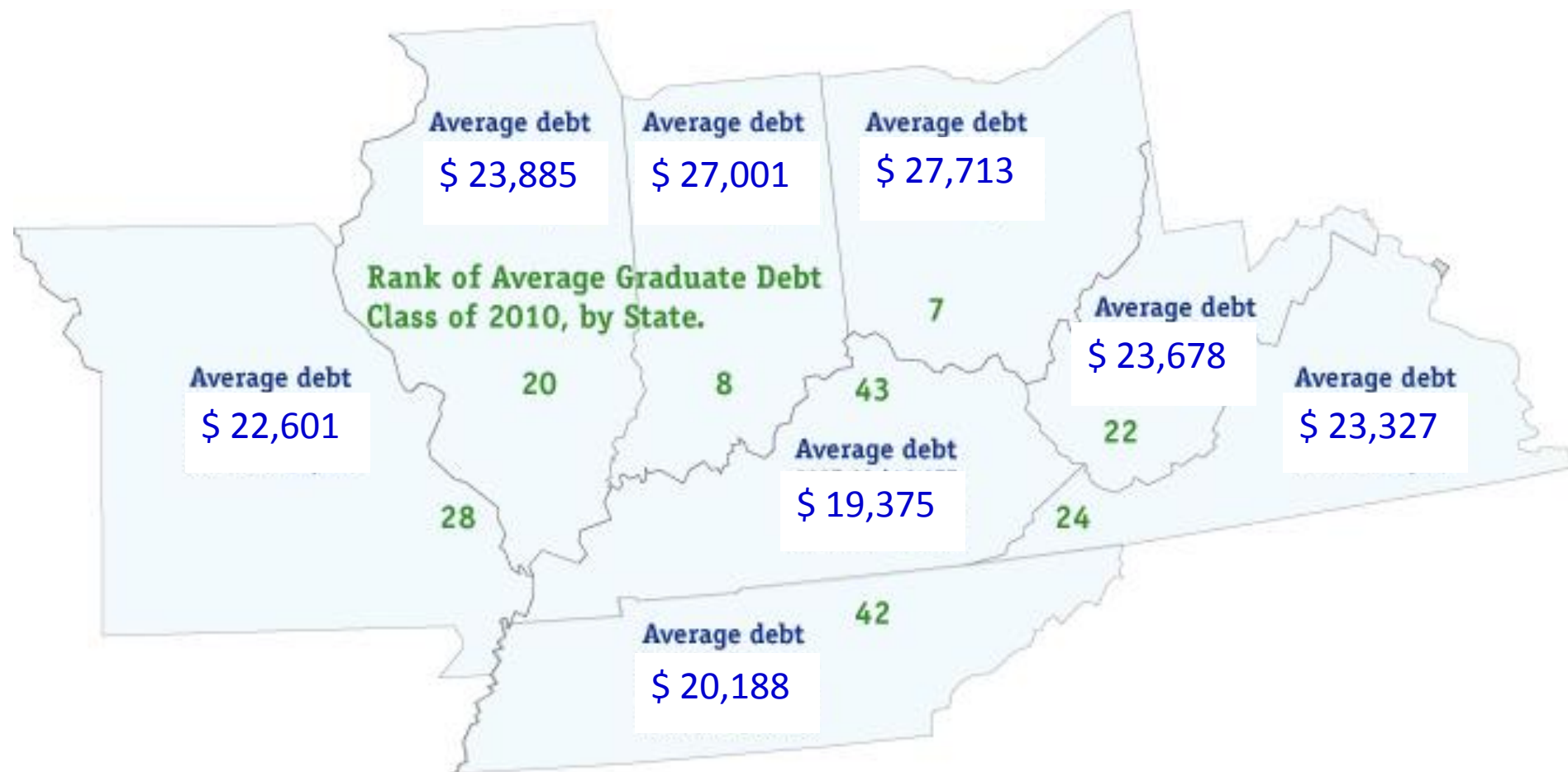
Sources: U.S. Education Department, Federal Student Aid Data Center, <http://federalstudentaid.ed.gov/datacenter/programmatic.html> .
U.S. Education Department, Integrated Postsecondary Education Data System, <http://nces.ed.gov/ipeds>.

Graduation Times Impact Student Indebtedness

Sector	National Rank	4-year Graduation Rate (100% on-time)		6-year Graduation Rate (150% on-time)	
		Kentucky	U.S.	Kentucky	U.S.
Public 4-year	41 st	22.1%	31.3%	46.6%	56.0%
Public 2-year	19 th	n/a	n/a	23.9%	20.4%
Private	38 th	39.4%	51.7%	52.5%	65.5%
Proprietary 4-year	39 th of 41 states reporting	n/a	10.3%	20.3%	28.2%
Proprietary 2-year	39 th of 41 states reporting	n/a	n/a	54.4%	60.1%

Source: Chronicle of Higher Education

Average Student Loan Debt of 2010 Public and Private 4-year Graduates and States National Rank by Student Debt Load



Source: The Institute for College Access and Success, Project on Student Debt, *Student Debt and the Class of 2010*, <http://projectonstudentdebt.org/files/pub/classof2010.pdf>

Total Baccalaureate Debt for 2010 Graduates Public and Private 4-year

State	Rank: Average Debt by State	Average Debt	Percent of Graduates with Debt
Ohio	7	\$ 27,713	68%
Indiana	8	\$ 27,001	62%
Illinois	20	\$ 23,885	62%
West Virginia	22	\$ 23,678	73%
Virginia	24	\$ 23,327	58%
Missouri	28	\$ 22,601	65%
Tennessee	42	\$ 19,957	46%
Kentucky	43	\$ 19,375	58%

Source: The Institute for College Access and Success, Project on Student Debt, *Student Debt and the Class of 2010*, <http://projectonstudentdebt.org/files/pub/classof2010.pdf>

Kentucky Student Loans, 2009-2010

Sector	Undergraduate Enrollment (Fall 2009)	Average Federal Student Loan Debt Incurred by Students Not Graduating & Not Retained, 2009-2010
Public 4-year (Bachelors)	97,681	\$6,133
Public 2-year (Associates)	100,112	\$1,337
Private Not-for-Profit (Bachelors)	28,003	\$6,507
Proprietary School (2- and 4-Year)	23,482	\$8,000
TOTAL	249,278	\$6,165

Sources:

Kantrowitz, Mark, "Distribution of Debt at Graduation by Amount of Debt, College Type and Degree Program", FinAid.Org, 29 September 2010. <http://www.finaid.org/educators/20100929debttdistribution.pdf> .

U.S. Senate, Health, Education, Labor and Pensions Committee, *The Return on the Federal Investment in For Profit Education: Debt Without a Diploma*, Washington, DC. 30 September 2011. <http://harkin.senate.gov/documents/pdf/4caf6639e24c3.pdf>

U.S. Education Department, Federal Student Aid Data Center, <http://federalstudentaid.ed.gov/datacenter/programmatic.html> .

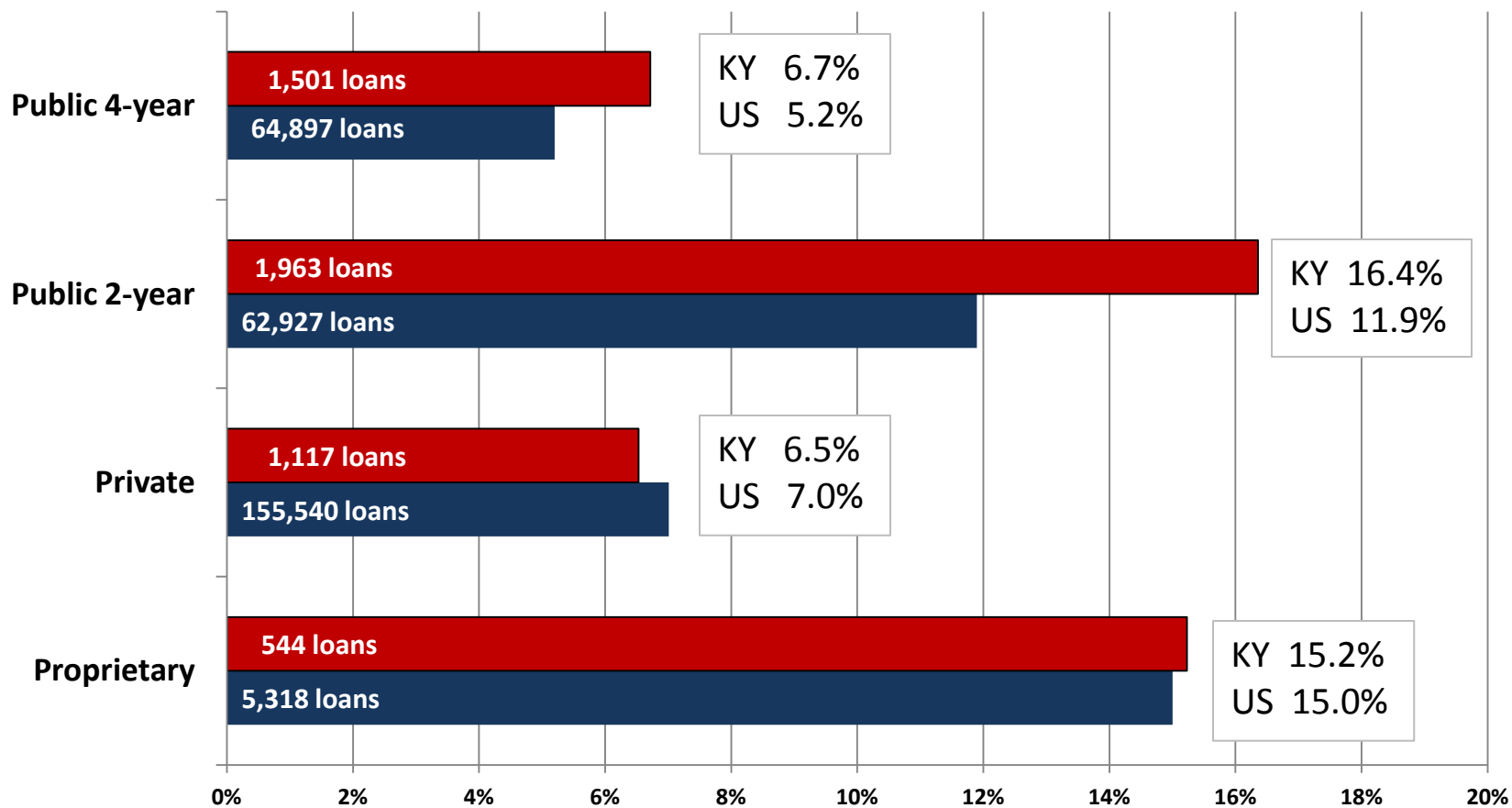
U.S. Education Department, Integrated Postsecondary Education Data System, <http://nces.ed.gov/ipeds> .

Average Student Loan Monthly Payments 2010 Undergraduate Debt , 4-year Public and Private Graduates

	Average Debt at Graduation		Average Student Loan Payments (10 Years)	10 years
Ohio	\$27,713	➡	\$295.84/mo	
Indiana	\$27,001		\$288.24/mo	
Illinois	\$23,885	➡	\$254.97/mo	
West Virginia	\$23,678	➡	\$252.76/mo	
Virginia	\$23,327	➡	\$249.02/mo	
Missouri	\$22,601	➡	\$241.26/mo	
Tennessee	\$19,957		\$213.04/mo	
Kentucky	\$19,375	➡	\$209.33/mo	

Assumes all loans are at same interest rate with loan repayment beginning June 7, 2012

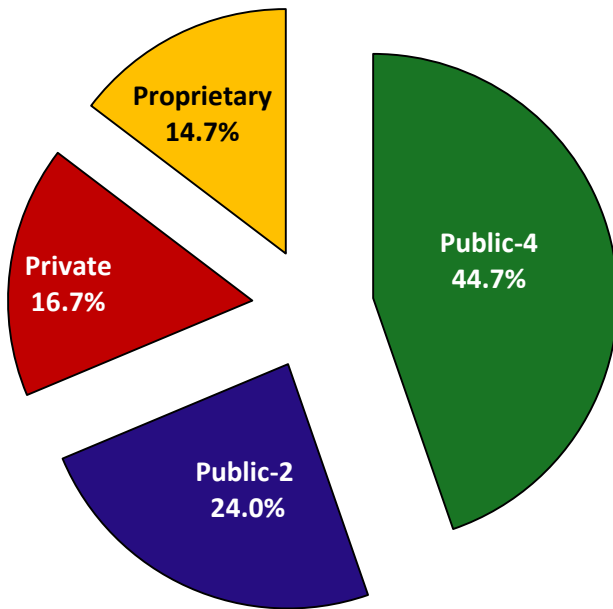
U.S. and Kentucky 2009 Student Loan Default Rates by Sector



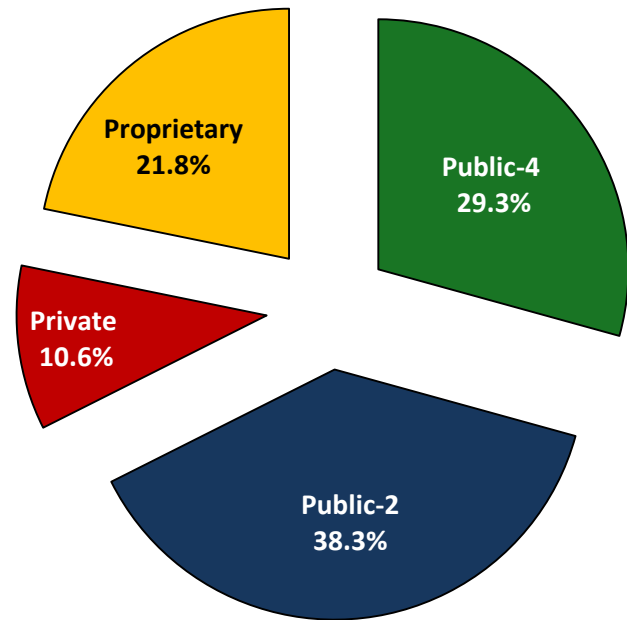
Source: Federal Student Aid Data Center. <http://federalstudentaid.ed.gov/datacenter/cohort.html>

Kentucky 2009 Borrowers:

Percent in Repayment, by Sector



Percent in Default, By Sector

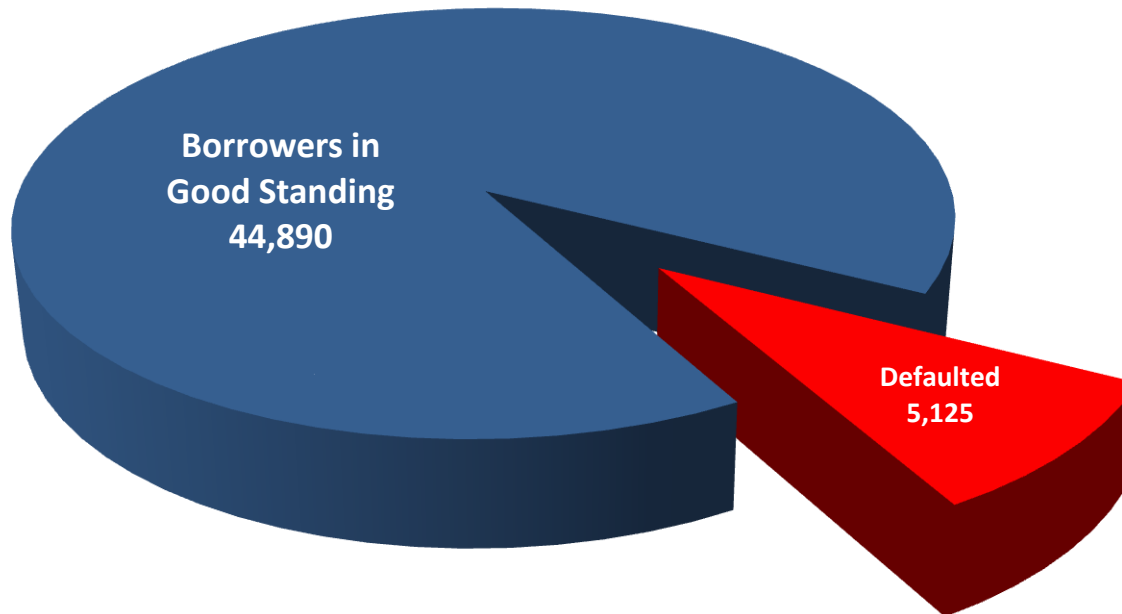


Source: Federal Student Aid Data Center. <http://federalstudentaid.ed.gov/datacenter/cohort.html>

Kentucky 2009 Student Loans

Default Rate = 10.2%

U.S. Default rate = 8.8%

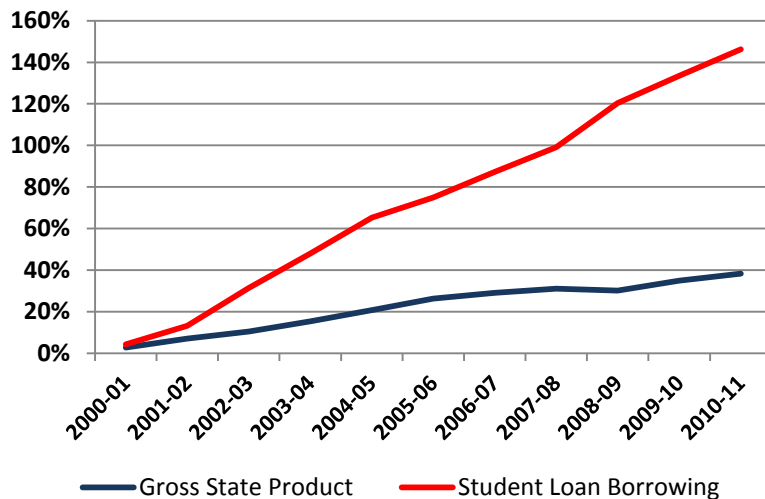


Other States

IL	=	9.2%
IN	=	11.6%
OH	=	8.0%
WV	=	9.8%
VA	=	6.9%
TN	=	9.9%
MO	=	7.3%

Source: Federal Student Aid Data Center. <http://federalstudentaid.ed.gov/datacenter/cohort.html>

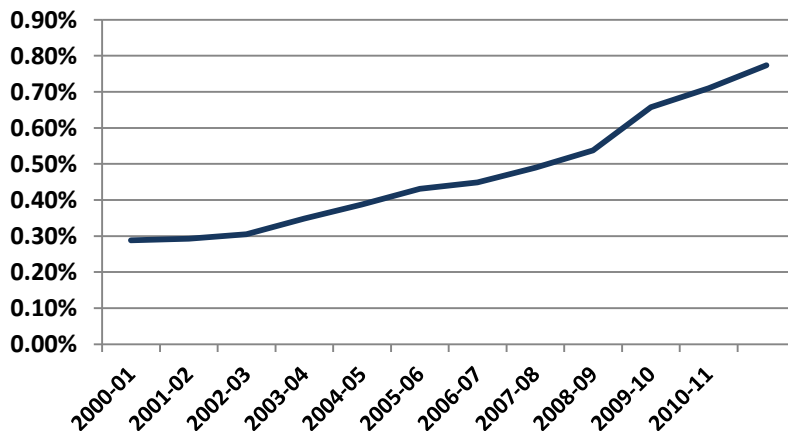
Growth Rates: Kentucky Gross Domestic Product and College Student Borrowing



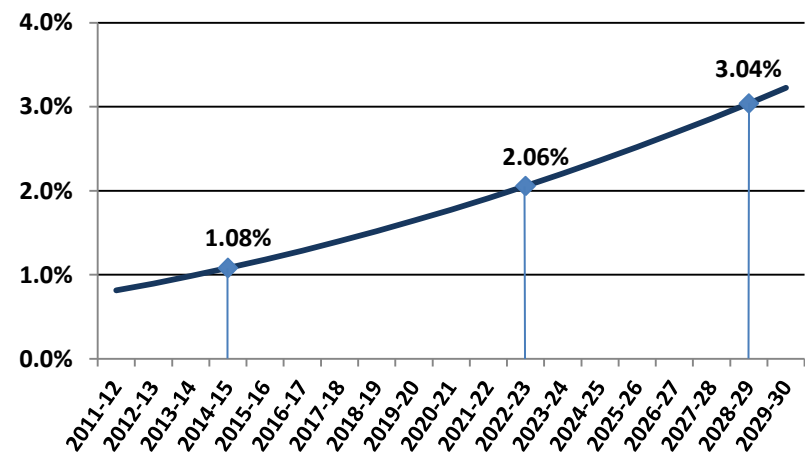
Postsecondary student borrowing is growing at a rate 4 times greater than the state's GDP.

At the current rates, the annual Kentucky student loan volume (amount borrowed per year) will exceed 1% of KY GDP in 2015; 2% in 2023; and 3% in 2029.

Kentucky College Student Borrowing as Percent of Kentucky Gross Domestic Product



Projected Kentucky College Student Borrowing as Percent of Kentucky Gross Domestic Product



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